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made to an existing facility or measurement device.

[58 FR 45254, Aug. 27, 1993]

§216.52 First Purchaser Report.

The First Purchaser Report (Form MMS-4053) must be filed by first purchasers only upon the specific request of MMS.

 $[51\ FR\ 8175,\ Mar.\ 7,\ 1986.\ Redesignated\ at\ 58\ FR\ 64903,\ Dec.\ 10,\ 1993]$

§216.53 Oil and Gas Operations Report.

- (a) You must file an Oil and Gas Operations Report, Form MMS-4054, if you operate one of the following that contains one or more wells that are not permanently plugged or abandoned:
- permanently plugged or abandoned:
 (1) An OCS lease or federally-approved agreement; or
- (2) An onshore Federal or Indian lease or federally-approved agreement for which you elected to report on a Form MMS-4054 instead of a Form MMS-3160.
- (b) You must submit a Form MMS-4054 for each well for each calendar month, beginning with the month in which you complete drilling, unless you have only test production from a drilling well or MMS tells you in writing to do otherwise.
- (c) MMS must receive your completed Form MMS-4054 according to the following table:

If you submit your form V	We must receive it by
(2) Other than electronically Th	he 25th day of the second month following the month for which you are reporting. he 15th day of the second month following the month for which you are reporting.

- $\begin{array}{cccc} \mbox{(d)} & \mbox{You must continue reporting} \\ \mbox{until either:} \end{array}$
- (1) BLM or MMS approves all wells as permanently plugged or abandoned and you dispose of all inventory; or
- (2) The lease or agreement is terminated.

[64 FR 38124, July 15, 1999]

$\S 216.54$ Gas Analysis Report.

When requested by MMS, any operator must file a Gas Analysis Report (GAR) (Form MMS-4055) for each royalty or allocation meter. The form

must contain accurate and detailed gas analysis information. This requirement applies to offshore, onshore, or Indian leases.

- (a) MMS may request a GAR when you sell gas, or transfer gas for processing, before the point of royalty computation.
- (b) When MMS first requests this report, the report is due within 30 days. If MMS requests subsequent reports, they will be due no later than 45 days after the end of the month covered by the report.

[63 FR 26367, May 12, 1998]

§ 216.55 Gas Plant Operations Report.

- (a) You must submit a Gas Plant Operations Report, Form MMS-4056, if you operate either:
- (1) A gas plant that processes gas originating from an OCS lease or federally-approved agreement before the point of final royalty determination; or
- (2) A gas plant that processes gas from an onshore Federal or Indian lease or federally-approved agreement before the point of final royalty determination, and MMS has asked you to submit a Form MMS-4056.
- (b) You must submit a Form MMS-4056 for each calendar month beginning with the month gas processing is initiated
- (c) MMS must receive your completed Form MMS-4056 according to the following table:

If you submit your Form MMS-4054	We must receive your Form MMS-4056 by
(1) Electronically(2) Other than electronically	The 25th day of the second month following the month for which you are reporting. The 15th day of the second month following the month for which you are reporting.

- (d) Your report must show 100 percent of the gas.
- (e) You are not required to file a Form MMS-4056 if:
- (1) Your plant has not processed gas that originated from a Federal onshore, OCS, or Indian lease, or federally-approved agreement before the point of final royalty determination for 6 months; and
- (2) You notified MMS in writing within 30 days after the end of the 6-month period.

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(f) You must file a Form MMS-4056 when your plant resumes processing gas that originated from a Federal onshore, OCS, or Indian lease, or federally-approved agreement before the point of final royalty determination.

[64 FR 38124, July 15, 1999]

§ 216.56 Production Allocation Schedule Report.

- (a) Any operator of an offshore Facility Measurement Point (FMP) handling production from a Federal lease or federally-approved agreement that is commingled (with approval) with production from any other source prior to measurement for royalty determination must file a Production Allocation Schedule Report (Form MMS-4058). This report is not required whenever all of the following conditions are met:
- (1) All leases involved are Federal leases;
- (2) All leases have the same fixed royalty rate;
- (3) All leases are operated by the same operator;
- (4) The facility measurement device is operated by the same person as the leases/agreements;
- (5) Production has not been previously measured for royalty determination; and
- (6) The production is not subsequently commingled and measured for royalty determination at an FMP for which Form MMS-4058 is required under this part.
- (b) You must submit a Production Allocation Schedule Report, Form MMS-4058, for each calendar month beginning with the month in which you first handle production covered by this section.

If you submit your Form MMS-4054	We must receive your Form MMS-4058 by
(1) Electronically(2) Other than electronically	The 25th day of the second month following the month for which you are reporting. The 15th day of the second month following the month for which you are reporting.

[58 FR 45255, Aug. 27, 1993. Redesignated at 58 FR 64903, Dec. 10, 1993, as amended at 64 FR 38124, July 15, 1999]

§ 216.57 Stripper royalty rate reduction notification.

In accordance with its regulations at 43 CFR 3103.4-1, titled "Waiver, suspension, or reduction of rental, royalty, or minimum royalty," the Bureau of Land Management (BLM) may grant reduced royalty rates to operators of low producing oil leases to encourage continued production. Operators who have been granted a reduced royalty rate(s) by BLM must submit a Stripper Royalty Rate Reduction Notification (Form MMS-4377) to MMS for each 12-month qualifying period that a reduced royalty rate(s) is granted.

[58 FR 64903, Dec. 10, 1993]

Subpart C—Oil and Gas, Onshore [Reserved]

Subpart D—Oil, Gas, and Sulfur, Offshore [Reserved]

Subpart E—Solid Minerals, General [Reserved]

Subpart F—Coal [Reserved]

Subpart G—Other Solid Minerals [Reserved]

Subpart H—Geothermal Resources [Reserved]

Subpart I—Indian Land [Reserved]

PART 217—AUDITS AND INSPECTIONS

Subpart A—General Provisions [Reserved]

Subpart B-Oil and Gas, General

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217.50 Audits of records.

217.51 Lease account reconciliation.

217.52 Definitions.

Subpart C—Oil and Gas, Onshore [Reserved]

Subpart D—Oil, Gas and Sulfur, Offshore [Reserved]

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217.200 Audits.